CHAPTER NO. 824

HOUSE BILL NO. 245

By Representatives Armstrong, Rinks, Kent, Lois DeBerry, Marrero, Bowers, Henri Brooks, Cooper

Substituted for: Senate Bill No. 117

By Senator Bryson

AN ACT to amend Tennessee Code Annotated, Title 8, Chapter 25, Parts 1, 3, and 5, relative to deferred or tax sheltered compensation programs for public employees and to amend Tennessee Code Annotated, Title 8, Chapter 27, relative to insurance for public officers and employees.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 8-27-102(c), is amended by designating subsection (c) as subsection (c)(1) and by adding the following language to be designated as subsection (c)(2):

(2) The subcommittee appointed pursuant to subdivision (1) by the state insurance committee to handle and resolve disputes, including appeals, shall have the authority to grant exceptions to the maximum allowable cost for a covered service if the service is a more cost effective service option than another covered service in the state plan.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.

PASSED: May 20, 2004

OF REPRESENTATIVES

SPEAKER OF THE SENATE

APPROVED this 8th day of June 2004

PHIL BREDESEN GOVERNOR